

In the Matter of	)	No. G 02-20
	)	
The Financial Examination of	)	FINDINGS, CONCLUSIONS,
<b>WASHINGTON STATE HEALTH CARE</b>	)	AND ORDER ADOPTING REPORT
<b>AUTHORITY</b>	)	OF
	)	FINANCIAL EXAMINATION

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### BACKGROUND

An examination of the financial condition of **WASHINGTON STATE HEALTH CARE AUTHORITY**, as of June 30, 2000, was conducted by examiners of the Washington State Office of the Insurance Commissioner (OIC). The Washington State Health Care Authority (HCA) is an agency of the State of Washington created by Chapter 41.05 RCW. RCW 48.05.140 requires the Insurance Commissioner to perform periodic examinations of HCA. This examination was conducted in compliance with the laws and regulations of the state of Washington and in accordance with the procedures promulgated by the National Association of Insurance Commissioners and the OIC.

The examination report with the findings and instructions was transmitted to the HCA for its comments on January 25, 2002. HCA did not respond.

The Commissioner or a designee has considered the report (with revisions based on HCA's comments) and the relevant portions of the examiners work papers.

Subject to the right of the HCA to demand a hearing pursuant to Chapters 48.04 and 34.05 RCW, the Commissioner adopts the following findings, conclusions, and order.

## FINDINGS

Findings in Examination Report. The Commissioner adopts as findings the findings of the examiners as contained in pages 2 through 17 of the report.

## CONCLUSIONS

It is appropriate and in accordance with law to adopt the attached examination report as the final report of the financial examination of **WASHINGTON STATE HEALTH CARE AUTHORITY** and to order HCA to take the actions described in the Instructions section of the report. The Commissioner acknowledges that HCA may have implemented some of the Instructions prior to the date of this order. The Instructions in the report are appropriate responses to the matters found in the examination.

## ORDER

The examination report as filed, attached hereto as Exhibit A, and incorporated by reference, is hereby ADOPTED as the final examination report.

HCA is ordered as follows, these being the Instructions contained in the examination report on page 3.

1. HCA is instructed to maintain the level of its Fund Balance above the target level set by the Premium Stabilization Reserve. (Instruction 1)

ENTERED at Tumwater, Washington, this \_\_\_\_ day of \_\_\_\_\_, 2002.

MIKE KREIDLER  
Insurance Commissioner